EXHIBIT "I"

PORTION OF

LEON VALLEY

ZONING AND LAND USE COMMISSION MEETING

OF

FEBRUARY 26, 2008

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Page 2
  1
              CHAIRMAN GUERRA: Let me call to order the
  2
     meeting of the Zoning and Land Use Commission for the
  3
      City of Leon Valley. Our first item on the agenda is
  4
      the polling for attendance.
 5
              UNIDENTIFIED FEMALE: Mr. Chairman.
 6
      Claude Guerra?
 7
              CHAIRMAN GUERRA:
                                 Here.
 8
              UNIDENTIFIED FEMALE: Vice chairman Dick Persyn
 9
     has an excused absence this evening. Vice chair Wendy
10
     Phelps?
11
              MS. PHELPS:
                           Here.
12
              UNIDENTIFIED FEMALE: Renee Baird?
13
              MS. BAIRD:
                          Here.
14
             UNIDENTIFIED FEMALE: Rich Braune?
15
             MR. BRAUNE:
                           Here.
16
             UNIDENTIFIED FEMALE:
                                    Olen Yarnell?
17
             MR. YARNELL:
                            Here.
18
             UNIDENTIFIED FEMALE:
                                    Sharon Hendricks?
19
             MS. HENDRICKS:
                              Here.
20
             UNIDENTIFIED FEMALE: Pedro Esquivel?
21
     sorry.
22
             CHAIRMAN GUERRA: He called and he's out of
23
     town.
24
             UNIDENTIFIED FEMALE: He has an excused
25
     absence.
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	Page 3
1	CHAIRMAN GUERRA: Uh-huh.
2	UNIDENTIFIED FEMALE: Hal Burnside?
3	MR. BURNSIDE: Here.
4	UNIDENTIFIED FEMALE: Paul Biever?
5	MR. BIEVER: Present.
6	UNIDENTIFIED FEMALE: Sir, we have two members
7	missing. Everyone else is here.
8	CHAIRMAN GUERRA: All right. Thank you. The
9	next item is the approval of the minutes for January
10	the 22nd, 2008. You should have received them in your
11	packets. Is there anyone who has any additions or
12	corrections to the minutes?
13	UNIDENTIFIED MALE: I have two items, Your
14	Honor.
15	CHAIRMAN GUERRA: All right.
16	UNIDENTIFIED MALE: Page 2, under Patrick
17	Christensen. About halfway down where it says "the
18	church has been non-conforming until recently"; is that
19	correct or have they been conforming until recently?
20	UNIDENTIFIED MALE: Probably be conforming.
21	UNIDENTIFIED MALE: Right. Because they were
22	in a
23	UNIDENTIFIED FEMALE: They were conforming
24	until
25	UNIDENTIFIED MALE: Until recently.
234111111111111111111111111111111111111	

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Page 4
  1
              CHAIRMAN GUERRA:
                                 Right.
              UNIDENTIFIED MALE:
                                   So, the non is --
  3
              UNIDENTIFIED FEMALE: -- they came in
      non-compliance.
 5
              CHAIRMAN GUERRA:
                                 Right.
 6
              UNIDENTIFIED FEMALE: Yes, sir, we'll need to
 7
      change that to conforming.
 8
              CHAIRMAN GUERRA:
                                Okav.
 9
              UNIDENTIFIED MALE:
                                  Okay. On page 4,
10
     "Commissioner Biever noted that he had explained he had
11
     worked." The first "noted that he had" maybe needs to
12
     be struck.
13
             UNIDENTIFIED FEMALE:
                                    Yes, sir, we'll make that
14
     correction.
15
             UNIDENTIFIED MALE: "Mr. Biever explained that
16
     he had worked with" would be the correct. Okay.
                                                         And
17
     tree preservation, the last paragraph, the last
18
     sentence. "The commission agreed that trees could be
19
     cut on property without a permit as long as two trees
20
     remain, minimum, was met and the property was not clear
21
     cut of a large number of trees." Is that really what
22
     we decided? I thought we had to have some more trees
23
     than two.
24
             UNIDENTIFIED FEMALE: No, I think it's just
25
     two.
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Page 5
 1
             CHAIRMAN GUERRA: No, I know we -- we agreed
     that that's the bear minimum, but that -- and I
 2
     think -- when I first read it, I had the same thought
 3
 4
     that maybe it was a little ambiguous and I wish -- I
     wish Christi were here so that she could, you know, go
 6
     over some of our discussion; but I thought we were a
     little more specific about what we did to amend the
     tree ordinance and the intent was to not allow clear
     cut, you know.
10
             UNIDENTIFIED MALE: Okay. Do we have a
11
     definition of what clear cutting is? I mean, I have
     the land and you're coming out to tell me I'm clear
12
13
     cutting and I say I'm not. So, what do we do?
14
             CHAIRMAN GUERRA:
                                       Right.
                               Yeah.
15
             UNIDENTIFIED FEMALE:
                                   We had a definition that
16
     it meant cutting everything. Everything down.
17
             CHAIRMAN GUERRA: Yeah, but there is some -- in
18
     my mind, some ambiguity to that last -- to that
19
     sentence that you read and I -- it doesn't -- the way
20
     it's stated doesn't -- to me doesn't come across as how
21
     we -- how we had our discussion.
22
             UNIDENTIFIED MALE:
                                 Right.
23
             CHAIRMAN GUERRA: So, maybe if you could listen
24
    to the minutes of that meeting and listen to our
25
    discussion, you might be able to clarify that.
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Page 6
 1
              UNIDENTIFIED FEMALE:
                                    Okav. And if you see
 2
     down on your agenda the items that have been approved
     by City Council and some of the issues that you just
 3
     alluded to were handled in the City Council meeting.
 5
     So, they did look at that definition and came back with
 6
     -- with one that was appropriate. So, what I would
 7
     like to do is to bring before the commissioners maybe
     at the next meeting, you know, the results of that
 8
     ordinance and how that was tweaked in order to meet the
10
     need; but I think it handles all those problems.
11
     ambiguity in that sentence can be changed to clear it
12
     up --
13
             CHAIRMAN GUERRA:
                                Okay.
14
             UNIDENTIFIED FEMALE: -- but I think it's very
15
     clear in the ordinance.
                               Rather than belabor it here --
16
             CHAIRMAN GUERRA:
                                Sure.
17
             UNIDENTIFIED FEMALE: -- what I'd like to do --
18
     it's already been approved by City Council.
19
             CHAIRMAN GUERRA:
                                Right.
20
             UNIDENTIFIED FEMALE: So, what we'd want to do
21
     is just bring it back to review it for you.
22
             CHAIRMAN GUERRA:
                                Okav.
23
             UNIDENTIFIED MALE:
                                  That's all I have, sir.
24
             CHAIRMAN GUERRA: All right. Does anybody else
25
    have any additions or changes? Do I hear a motion?
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Page 7
 1
              UNIDENTIFIED MALE:
                                  Make a motion to approve
 2
     the minutes as corrected.
 3
              UNIDENTIFIED MALE:
                                  Second.
             CHAIRMAN GUERRA:
                                The motion and second is for
     approval of the minutes of January 22nd, 2008.
 5
 6
     those in favor say aye.
 7
               (In unison aye.)
             CHAIRMAN GUERRA: Opposed? Motion passes.
     Item number 3, which is introduction of our development
     services director. Of course we've been speaking with
10
11
           I don't know if everybody has had the chance to
12
     meet Amy. I knew Amy before she came here because in
13
     her capacity at the City of Schertz I worked with her
14
     when I was with the Alamo Area Council of Governments.
15
     She comes well qualified for the position she's taken
16
     and I'm looking forward to all the help she can give
     the City of Leon Valley. So, with that, I'll turn it
17
18
     over to Amy and have you make comments and --
19
             MS. MADISON:
                           Well, I'm really excited to be at
20
     the City of Leon Valley. Obviously, you all have had a
     wonderful history and certainly have a great future.
21
22
     I've been working as -- we'll get into more of the
23
     staffing issue later; but my title is the development
24
     services director and in that regard I handle oversight
25
    of the planning department, which includes inspections
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Page 8 and animal control and court enforcement, of course, as 2 well as the economic development side of things as the 3 City defines that, which includes like your convention and visitor bureau which oversees the community 5 facilities. The community center as well as the 6 conference center. And in addition to that economic development and of course that's a real major focus. Your council has identified it as their number one item 9 in their strategic plan and given the siege that we're 10 enduring with all the TxDOT improvements, we have a lot 11 of work to do and certainly I'm glad to be here and on 12 behalf of the staff we are very pleased to have such 13 wonderful folks and your commission is spoken very 14 highly of. Our staff has really enjoyed working with 15 you and I know I will as well and I actually wasn't 16 planning for this to be my first meeting to run. I was 17 actually going to watch and see how the experts 18 actually handle it and Christi's two children are ill 19 this evening and I sent her home today and said you 20 need to go take care of them and we'll handle this 21 I'm sure it won't sink with Claude here. ship. 22 so, anyway, I'm looking forward to working with all of 23 If you ever have a question or need to talk to me 24 I can be reached at the Kinman House. My number there 25 is 521-2007, extension 3. That's 521-2007, extension

- 3. And my cell phone, please don't hesitate to call
 - that as well and that is 831-5420. So, should you have
 - any questions or just want to chitchat or have an idea
- that you want to see coming forward in the city, please
- ⁵ give me a call. I certainly do want to commend my
- staff. They're doing a fine job and Christi has just
- been enormously helpful in getting me on board and at
- the same time transitioning herself and she's really
- blooming. She's doing a great job for your city.
- 10 Thank you.
- 11 CHAIRMAN GUERRA: Thank you, Amy.
- UNIDENTIFIED MALE: Welcome aboard.
- MS. MADISON: Thank you.
- 14 CHAIRMAN GUERRA: Lanny.
- MR. LAMBERT: Well, I'd like to point out
- something. I did the background check on Amy when we
- hired her. I've been seeing Amy for 30 years. I've
- probably hired (inaudible) and I got the best
- recommendation on her that I've ever gotten on any
- employee I've ever hired.
- UNIDENTIFIED MALE: Wow.
- MR. LAMBERT: I called the city manager of
- Schertz, a good friend of mine, to ask him about Amy
- and he told me that everything positive that had
- happened in Schertz has happened because of her, for

- the last five years; and I thought that was the best
- recommendation I had ever received. I don't know if
- you know that or not, but I wanted the board to know
- 4 that she comes highly --
- MS. MADISON: (Inaudible).
- MR. LAMBERT: -- she comes highly recommended.
- Now, whether she can fulfill that recommendation, I
- 8 have no idea.
- MS. MADISON: He's just glad to see me gone out
- of the City of Schertz.
- MR. LAMBERT: That's another issue.
- 12 CHAIRMAN GUERRA: Thank you, Lanny. That's
- great. Our next item is item 4, which is the continued
- discussions of zoning case 08-380, which was postponed
- from January the 22nd. A request by Patrick
- 16 Christensen, agent for the applicant, Goldstar Trust
- 17 Company, to rezone approximately 3.803 acres of land
- from B-2, retail, to B-3 commercial at 6401 Bandera
- 19 Road. Staff.
- MS. MADISON: Okay. I think I'm going to get
- this thing right. This evening we are looking at
- zoning case number 08-380. This is a request and
- location. The request is made by Patrick Christensen.
- He is an agent for Goldstar Trust Company, obviously.
- You guys already know this. We had this before you

Page 11 last month. It's to rezone the 3.803 acres from B-2 2 retail to B-2 commercial. It's located at 6401 Bandera 3 Road, being lot 4CB4429J, Seneca Estates unit 7. shows you just a little bit of the location. As you 5 can see, Bandera Road -- it fronts on Bandera Road. We have some R-1 to the north. We have townhomes below 7 Seneca Estates is right there. The background on 8 this particular zoning case. In 1963 it was the site 9 of the Seneca Country Club. Did any -- I just wanted 10 to ask if anybody was a member of that club. Okay. just was curious. In 1969 the property was zoned R-1 11 12 In 1996 the SUP was obtained for operating it to B-2. 13 as the Church on the Rock. In 1998 an SUP was obtained 14 for operating a school and in 2006 an SUP for a 15 childcare facility. The 2003 master plan regarding 16 1BCC Bandera Road south corridor. If I may, Chairman, 17 could you explain what the 1BCC means for the rest of 18 the folks? Is that just identifying the actual 19 paragraph? I didn't have time to check that before the 20 meeting. 21 CHAIRMAN GUERRA: Within the master plan that's 22 the way that particular corridor is --23 MS. MADISON: Identified. Okay. I just wanted 24 for the purposes of the audience and myself. I'm still 25 learning. Addresses the area in general. Encouraging

Page 12 B-2 retail to a depth of 200 feet along Bandera Road and it discourages rezoning to B-3 commercial. Again, here is the zoning map. It kind of shows the location 3 of the area and talks -- and shows, you know, the 5 zoning as well. Staff comments. The city attorney 6 reviewed restricted covenants and advised staff that 7 the covenants are not enforceable by the City and the attorney also noted that a variance or special exception from the board of adjustment would not be 10 applicable to this zoning use and our attorney is with 11 us this evening, Frank Onion. The B-2 district is -- I 12 had asked Christi to do this, put this into the slide 13 presentation, because I wanted the audience, as well as 14 the commission, to be reminded of how they defined both 15 B-2 and B-3 in the zoning ordinance. The B-2 district 16 is composed of land and structures occupied by or 17 suitable for the furnishing of retail goods and services to surrounding residential areas. 18 19 district is intended to allow a limited amount of 20 outside storage of retail merchandise and district 21 regulations are designed to promote the offering of 22 goods and services which are appropriate for the 23 surrounding business districts and protect the 24 surrounding residential districts by requiring certain 25 minimum yard and area standards to be met.

basically, it is composed of land and structures used 1 to furnish commercial needs, wholesale services and 2 3 some light assembling of goods in addition to most of 4 the uses found in the B-2 district. The B-3 district 5 is intended to allow some regulated outside storage of 6 merchandise and regulations are designed to permit the development of districts for the purpose of providing commercial and wholesale uses and protect surrounding and abutting areas by requiring certain minimum yard 10 and area standards be met. The considerations. Is the 11 request consistent and compatible with the master plan 12 of 2003 with site zoning, with surrounding zoning 13 and/or land uses. Second, does the request protect the 14 health, safety and welfare of the general public; and, 15 finally, does the request protect and preserve the 16 property rights of the owners of all real property 17 affected by the proposed zoning change. 18 commission is well aware that these are the 19 considerations we're looking at this evening. 20 send out 25 letters. Of those, zero received in favor. 21 We did receive 11 in opposition. Two were duplicates. 22 We had zero returned undeliverable and we had 34 23 letters outside the 200 foot radius. As far as 24 questions are concerned, we have -- you can ask any 25 questions you like of staff and the agent is here this

evening, Patrick Christensen, representing the petitioner.

CHAIRMAN GUERRA: Thank you, Amy. Let me open up the public hearing on this case and, Mr.

Christensen, would you care to make comments.

5

6 MR. CHRISTENSEN: Patrick Christensen of Brown, 7 PC, 112 East Pecan, Suite 1490. Let me begin by saying 8 I thank you and we appreciate you granting the continuance at the last meeting to allow us to explore 10 some possibilities on this case. As you recall, the 11 last time a number of citizens of Leon Valley spoke in 12 opposition to the B-3 zoning; but they weren't opposed 13 to there being a church there and I had offered to 14 record some deed restrictions restricting out all the 15 bad B-3 uses and I put "bad" in quotes there because 16 that was what people had problems with. I did record those deed restrictions. I did send them to the city 17 18 manager and to the city attorney. They restrict out 19 every possible B-3 use except for the churches. 20 realize that the City of Leon Valley cannot enforce 21 these deed restrictions. If I could, I would have 22 tried to negotiate something with the City of Leon 23 Valley; but that's considered contract zoning and 24 cities cannot do that. That's why I -- the enforcing 25 part of these deed restrictions is basically we went to

1 the Bexar Appraisal District and found every property within a quarter mile radius of this property. 2 If the 3 zoning case is approved by the City Council and we get the B-3 zoning, if anyone in the future buys the property and wants to change that zoning, they have to come and get 51 percent of those owners of those properties within a quarter mile of this property to vote to change that; and let me tell you, people hire me to try to change deed restrictions all the time. 10 That's -- getting 51 percent of people to agree to that 11 is just impossible. For something that they probably 12 wouldn't want at that property anyways. And that's 13 kind of where we are today. You know, I represent the 14 owners of the property. They had to foreclose on the 15 previous church that was operating there. They did not 16 get a non-conforming use application in time, within 17 the six months, because they had to get a new church to 18 go in there and have not been able to locate one except 19 for Pastor Crane who is here today and who will speak 20 after me. As the representative of the property owners, you know, we're in the unenviable situation of 21 22 being -- owning a church building and not being allowed 23 to operate a church in the building and that's why 24 we're here today. You know, we recorded these deed 25 restrictions, the City Council approves the zone

- change, the only new use we're getting is the church
- Now, I know there's always the answer, well, use.
- 3 these people are not -- you know, have the resources to
- hire an attorney, if someone were to come in there and
- 5 try to do some kind of a use that was a violation of
- 6 these deed restrictions. The real hammer on these
- 7 things is that this is not an inexpensive property.
- Whoever buys this property is going to have to go
- 9 through a bank to get some kind of financing.
- 10 bank, upon financing a property, requires a title
- 11 search and these deed restrictions run with the land no
- 12 matter who owns them; and that bank is going to see --
- 13 if somebody wanted to do, let's say, an auto shop,
- 14 which is restricted by these deed restrictions.
- 15 somebody wanted to put a Brake Check there, the bank is
- 16 going to say, "We can't finance this property for a
- 17 Brake Check because you can't do that. There's deed
- 18 restrictions here. If you want to do that, you want
- 19 your financing, go amend those deed restrictions."
- 20 That's really the hammer on these types of documents.
- 21 I'd be happy to answer any questions you have. Like I
- 22 said, we're just trying to operate a church out of our
- 23 church building. Thank you.
- 24 CHAIRMAN GUERRA: Any questions?
- 25 MR. LAMBERT: Sir, what about if you went to

- 1 somebody who -- say a hard money lender or something.
- 2 Wouldn't be any restrictions on the lending; right?
- 3 MR. CHRISTENSEN: Yeah, that's true.
- 4 somebody came in, had cash, wanted to buy the property,
- 5 then it wouldn't be up to the property owners to try to
- 6 enforce those. The deed restrictions do provide that a
- prevailing party is entitled to their attorney's fees.
- 8 So, if somebody was in clear violation of the deed
- 9 restrictions, if another property owner in this quarter
- 10 mile area filed suit against that, they would probably
- prevail and they would be entitled to their attorney's 11
- 12 fees.
- 13 MR. LAMBERT: But they would still have to take
- 14 it upon themselves to file.
- 15 MR. CHRISTENSEN: They would still have to take
- 16 it upon themselves to file suit, that's correct.
- 17 there's some way I could fix that, I would. I can't.
- 18 It's in the law already; right? MR. LAMBERT:
- 19 CHAIRMAN GUERRA: Any other questions? Pastor,
- 20 would you like to make any comments?
- 21 PASTOR CRANE: There was a situation happening
- 22 in Texas, I'm sure you may have heard about it, where
- 23 Las Vegas casinos are contacting the horse tracks and
- 24 they're trying to make deals and some congressmen --
- 25 state congressmen are, you know, trying to have cities

1 on the coast that are going to be gamble friendly. 2 Like if you've been to Louisiana or Mississippi, you 3 might be familiar with this. Our church has decided that we're going to write the congress people to try to 5 stop that because we just don't -- you know, we don't feel comfortable. Not just because of a vice reason; 6 but it's been proven by study after study that bringing 8 gambling into a community doesn't make anybody money. 9 It's low wage jobs and it actually causes what's called 10 external expenses because you have divorce rates increase, you have child care rates increase, you have 11 12 organized crime. Maybe not on the, you know, Corleone 13 family scale; but, you know, just a lot of bad things 14 go in to bringing in an institution like that. 15 I'd like to say is it has been proven that a vibrant 16 church helps the economy of a city. Now, the last 17 thing I want to do -- and please don't hear me 18 threatening because we don't have any finances to back 19 this up; but I just have been listening to the company 20 that employs Mr. Christensen. When you bring in a 21 church, it does positive things for a community. 22 church that was in there before, I knew a little bit 23 about the situation. There was an adulterous affair, 24 there were financial things going on. I mean, things 25 like that happen in business; things like that happen

Page 19 1 in churches as well, sad to say. The thing that we're looking at here is the assumption that somehow when we 3 go in there, what's going to happen if or when we fail. I would like to state for the record that if and when 5 we could have failed, we would have failed prior to 6 We have been in existence for seven years. We have strong enough financial statements that have 8 been -- are going to be audited by the company that's 9 going to be loaning us the money that I'm sure you 10 could have copies of. Where we can afford to pay the 11 price. And I'd also like to tell the residents that 12 you guys have made some suggestions, you know, in the 13 hallway that -- can you do anything to beautify this 14 building, because it is not the most attractive 15 building to look at, as many of our church people have 16 So, what we've done is we have secured almost 17 \$400,000.00 on top of our purchase price for simply the 18 beautification of that area. We have. We're going to 19 put architects, people of that nature, involved in this 20 so it's just not kind of a big cement snow thing that I 21 used to buy. Those pink ones. What are those? 22 UNIDENTIFIED MALE: Snow cone. 23 UNIDENTIFIED FEMALE: Snow balls.

24 PASTOR CRANE: Snow ball. You know, kind of a

25 big cement thing. So, we're serious about going in

- there and beautifying the community and I would also
- like to say that by bringing -- by allowing our church
- 3 to be in there, it just -- I want to come into Leon
- Valley in a positive note. I don't want to come in
- bending anybody's arms and, you know, after a long,
- 6 drawn-out situation. I want to make sure that we
- benefit you guys and we can do positive things for the
- 8 community because we've been involved in this community
- 9 for several years by some of the things that we've done
- anyway. We just want to take a more -- a more personal
- approach to this and we want to come in on a positive
- note, knowing how we can be of benefit to the community
- and how the community can benefit by having us here.
- Does anyone have any questions for me?
- CHAIRMAN GUERRA: Any questions? Thank you,
- sir. We had one person who signed up to speak. Elsie
- Buchanan. If you didn't get the chance to sign up, you
- will be allowed to speak. Ms. Buchanan.
- MS. BUCHANAN: Yes. I live right across the
- street at 6232 Rue Marielyne. I have absolutely no
- objection to a church going in there. However,
- churches fail. Church on the Rock didn't go in there
- with the intention of failing and my greatest concern
- and that of my neighbors is if that one goes belly up,
- then it just opens the door for everything else to come

Page 21 in there that's on the B-3 list. I do not know all of 1 2 the things that are on the B-2 list. What -- you know, 3 what are some of the things that can go there. Oh, very good. MS. MADISON: A bunch. 6 MS. BUCHANAN: A bunch, yes; but it's not as 7 bad as it could be. Well, there are lots of things 8 that we don't want to go in there that the B-3 9 classification would allow. So, I implore you to let 10 the church go in on a B-2, but keep it -- don't make it 11 commercial, please. All of my neighbors -- there's 12 quite a few of them here -- feel the same way or they 13 wouldn't have signed that paper. I had better than 32 14 or 34 signatures on that and they were not within the 15 I know that. But I walked to every home to get 16 those signatures and they were all willing to sign 17 their name to it for reasons of one thing or another. 18 They're not here tonight to speak, but I ask you to 19 please keep it a B-2. That's all. 20 CHAIRMAN GUERRA: Thank you, ma'am. Would 21 anyone else care to speak? Yes, ma'am. 22 MS. UPTAIN: I am Mary Frances Uptain. I live 23 at 6101 Sawyer Road in Leon Valley. I'm going to turn 24 this because we've all been directly to you all, 25 ignoring the group. I live in the oldest residentials

Page 22 1 on the oldest first residential street in all of Leon 2 Valley. Heaven help what has happened to my street. Ι had to idea what we were getting into. I was being told that this would be a B-3 and open up to all of the B-3 things that could happen; but I'm supposed to be an 5 economist from St. Mary's University. Second or first 6 7 or something like that, woman ever to get a master's with all sorts of little things, you know; and I'm supposed to know what I talk about, but I'm retired so 10 nobody pays any attention to you when you're old and 11 you're retired. But I can tell you people this much. 12 We are a land-locked community. We have 40, 50, 70 13 churches in Leon Valley and if you do a survey, you'll 14 find out that there's 10 people here and there's 14 15 people over there and there's 11 over there. 16 live adjacent to a Buddhist community and sometimes we 17 have 90 to 100 priests -- they're monks -- there and 18 sometimes we have 300 people because of parties and 19 birthdays. I love my Buddhist neighbors. They feed me 20 if I'm not hungry. They give me water when I'm not 21 thirsty. They are the most wonderful neighbors I could 22 So, I'm not knocking these churches. I'm saying 23 we are a land-locked community, we are limited in space 24 and we are being devoured by churches, Northside School 25 District and non-tax paying entities. Churches -- and

Page 23 1 most people do not realize this. Aside from not paying 2 taxes on the property, they don't pay taxes on 3 anything. Anything. Lawn mowers, whatever. So, they do not contribute greatly to our community. They do not contribute to our community in that very few people 6 who attend these churches I find even live here. 7 am very, very weary of supporting other people's 8 religion with my taxes and I think that if we 9 God-fearing people can't find a church that exists, we 10 simply must get a control on the use of our land. 11 is not to say open it up where you have to -- you know, 12 whatever; but we must get control of our land use and 13 just because seven or 10 or 20 people want to put in a 14 church with no idea who's paying the taxes to support 15 the police and fire department of those facilities. We 16 The people that live here. They're paying the 17 Now, this church is coming from somewhere. Why 18 can they not stay where they are. If they have 19 outgrown their facility, enlarge it. If they like us 20 because the church that's over there by the post 21 office, I said to them when I was taking pictures on 22 the day they were establishing, I said, "Why did you 23 come here"; and they said because you have Huebner Road 24 from Interstate 10 and you've got 410 and Bandera Road 25 and we're going to get them all coming both ways.

- go there and if you find 15 people, they must be having
- free food. So, I mean, let's look at this
- realistically. We, the consumers, the taxpayers of
- 4 Leon Valley, are hard bent to keep this up and there's
- no end to churches. I have yet to see a church in Leon
- Valley come to my house and say you are a widow, is
- there anything we can do to help you. I'm not saying
- 8 that about the Buddhist, though, because they do. I
- get a call in the morning, "Check your gate, I have
- something for you"; and there'll be croissants and
- cheese and hams and food because they want to give me a
- token because they appreciate me. I'm here. They know
- me. I have yet to see the church people come down the
- street and say, "Would you please come to my church, we
- want to help you. We want to do something." A
- politician. Now, the Jehovah Witnesses come, but they
- don't live in Leon Valley. The church people in Leon
- Valley don't go to church in Leon Valley. I'm
- suggesting that Leon Valley get realistic and look to
- the dollars and cents of it. Now, we've already got
- the Onion property. We took that off the taxes.
- Northside School District is gobbling us up. We can't
- touch that. If y'all have nothing to do, drive down
- Grissom Road real just slow and see how much we've lost
- to Northside. I thank you for your time. I could talk

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Page 25
  1
      all night about this. This is a real passion to me.
  2
      It really is. Because I see this community starving
  3
      for lack of property taxes because we're so interested.
      Now, you find me a church that's willing to say, "Okay,
      we'll pay the property taxes on this as though it were
  6
      a commercial property." They don't do it.
  7
              CHAIRMAN GUERRA:
                                Thank you, ma'am.
  8
              MS. UPTAIN:
                           Thank you.
  9
              CHAIRMAN GUERRA:
                                Is there anyone else who did
10
     not sign up and wishes to speak? No one else?
11
     there anyone on the commission who has a question of
12
     the proponent?
                      If not, I will --
13
              UNIDENTIFIED MALE: I have a question about the
14
     owner of the property. It's Goldstar Trust; is that
15
     correct?
16
             CHAIRMAN GUERRA: Mr. Christensen.
17
             MR. CHRISTENSEN: Excuse me.
18
             UNIDENTIFIED MALE:
                                  The owner of the property
19
     is Goldstar Trust?
20
             MR. CHRISTENSEN: Yes, sir, that is correct.
21
             UNIDENTIFIED MALE:
                                Okay. Who is Holman Bank?
22
     Or excuse me.
                    Happy State Bank.
23
             MR. CHRISTENSEN:
                               Where are you seeing that,
24
     sir?
25
             UNIDENTIFIED MALE:
                                 On the BCAD page. At the
```

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Page 26
  1
      bottom it says the deed date, foreclosure, has Church
      of the Rock and it has a grantee, Happy State Bank.
  3
      This is on the BCAD web page.
              MR. CHRISTENSEN:
                                Is that -- that was on the
  5
      Bexar Appraisal District records for the property?
 6
      not sure what document you're --
              UNIDENTIFIED MALE: Are they out of the picture
     now or are they in the middle of the picture?
              MR. CHRISTENSEN: Yeah, that might have been --
10
     you know, Goldstar might have been holding the trust
11
     for Happy State Bank that foreclosed -- you know, I
12
     don't know exact history of the financial transaction.
13
     There was a church there that was foreclosed upon.
14
     They may have had a note under a deed of trust with
15
     Goldstar to Happy State Bank. I'm not sure.
16
             UNIDENTIFIED MALE: I pulled this up off the
17
     web.
18
             MR. CHRISTENSEN:
                               Oh, okay.
19
             CHAIRMAN GUERRA:
                               Thank you.
20
             MR. CHRISTENSEN: Goldstar Trust is the trust.
21
     They hired me to get on the property. Otherwise they
22
     wouldn't be paying for me to come down here.
                                                    Thanks.
23
             UNIDENTIFIED MALE:
                                  That's all.
24
             CHAIRMAN GUERRA:
                               If there are no other
25
     questions, I will close the public hearing.
```

```
1
      Discussion, comments?
  2
              UNIDENTIFIED FEMALE: It's only been recently
  3
      that we, ourselves, talked about the fact that we have
      the churches, Northside, all this non-tax paying and
      that we are reaching any kind of an economic crisis
  6
      here and for that reason we -- for that reason we
  7
      disallowed the -- the churches anywhere except B-3.
 8
      So -- because they were every -- every little strip
 9
      center everywhere was having a church plus we had a --
10
     and it's very hard to deny somebody coming in who's
11
     buying property and trying to build a church, just as
12
     we can't deny Northside. All the -- all the things
13
     that were brought up here we had discussed before we
14
     made that change and I personally feel that those
15
     arguments -- we have nothing against churches; but it
16
     is the zone -- I mean, which, you know, it's not ours
17
     to discuss anyway, it's about zoning; and if we are
18
     going -- I mean, if we -- I feel very strongly that if
19
     we change this to commercial, this little strip, we are
20
     just, you know, opening up the flood gates. Every
21
     church that's going to want to come in anywhere is
22
     going to come before us and say change this; and,
23
     again, most of these uses we -- we don't want there.
24
     would wish the best of luck to this church group trying
25
     to find a place suitable for their congregation; but I
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Page 28
      personally do not -- I think that this is not in the
      best interest of the whole city. Certainly not in the
      best interest of the business community.
  4
              CHAIRMAN GUERRA:
                                 Thank you. Anyone else.
  5
              UNIDENTIFIED MALE:
                                   I have a question for the
  6
      attorney -- city attorney.
  7
              CHAIRMAN GUERRA: Go ahead.
  8
              UNIDENTIFIED MALE:
                                  What -- put on your crystal
 9
     ball for a second.
                          If we change this and allow this to
10
     happen, what can be the consequences for the City
11
     changing it back to B-3 in the future when somebody
12
     else comes in and wants to do the same thing?
                                                      Will we
13
     have a leg to stand on?
14
             MR. ONION:
                          I'm sorry. I don't understand.
15
             UNIDENTIFIED MALE:
                                  If we change it to B-3 --
16
             MR. ONION: Back to B-3 when it's never been
17
     B-3.
18
             UNIDENTIFIED MALE:
                                 No, B-2.
19
             UNIDENTIFIED MALE:
                                 B-2.
20
             UNIDENTIFIED MALE:
                                 Okay. B-2. It's in B-2
21
     zoning now; right?
22
             MR. ONION:
                         Correct.
23
             UNIDENTIFIED MALE: Okay. And we're asking for
24
     a church in B-3?
25
             UNIDENTIFIED FEMALE: No, in commercial.
```

```
Page 29
  1
                                   That changed the zoning.
              UNIDENTIFIED MALE:
 2
              UNIDENTIFIED MALE:
                                  It changed the zoning to
 3
     B-3.
 4
              UNIDENTIFIED MALE:
                                  To B-3.
                                            Right. Okav.
                                                           Tf
 5
     we did this -- excuse me. I got you confused.
                                                       If we
 6
     did this and somebody else come in and wanted to do the
 7
     same thing, we're going against our master plan if we
     made that decision in favor of the church; right?
 8
             MR. ONION:
                          That's correct.
10
              UNIDENTIFIED MALE: And what leg would we have
11
     to stand on in the future if somebody else came down
12
     and wanted to do the same thing?
13
             MR. ONION:
                          It would obviously be some sort of
14
     precedent. You wouldn't be bound by it, but if there
15
     was ever a lawsuit, you know, that would be brought up
16
     that the city said one thing in this area, then they
17
     changed when another applicant comes in and then your
18
     basis for it would be subject to review by the court as
19
     to whether or not you were consistent throughout with
20
     your master plan. You don't have to follow your master
21
     plan, as you well know. It's only a mere
22
     recommendation, but as it's been pointed out before by
23
     Ms. Baird, that all these issues were thought about
24
     when y'all came up with the master plan and reviewed.
25
             UNIDENTIFIED MALE: So, what happens to the
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master plan then? Are we sort of skewing it a little
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- bit or are we just saying this is different from the
- master plan and we're going to go with this.
- MR. ONION: You have the ability to recommend
- to the City Council to change -- to make a change; but
- it would be against the master plan. Yeah, like I
- said, the master plan --
- UNIDENTIFIED FEMALE: Is a guide.
- MR. ONION: -- suggested and it's the proposed
- growth for the city. However, it's not set in stone.
- If it was, there wouldn't be any reason for this
- commission.
- UNIDENTIFIED MALE: Okay. Thank you, sir.
- CHAIRMAN GUERRA: Any other comments?
- UNIDENTIFIED MALE: The only comment I have is
- that -- I have several, but one is I think I have to
- agree with Ms. Baird that, you know, we worked very
- long and very hard and took in -- a lot of things into
- consideration when we made some of the recommendations
- about the zoning changes and we didn't do this lightly;
- and I think based on that my feeling is that we have to
- stick with the current zoning. That's my reaction. On
- the flip side of it, though, I also see a precedent has
- been set for the use of that property and in some ways
- it's being penalized, you know, because they -- if the

Page 31 1 Church on the Rock originally had, you know, con --2 they needed to take some step. I forget what it was, 3 but they didn't and they could have continued and we wouldn't even be here discussing it today. They would 5 have had the variance. So, there is some precedent set for the property already and so I think in -- you know, 6 7 in keeping with -- with that, you know, the City is in a pretty good position, in my estimation, as far as protecting itself from, you know, any other group that 10 would come in and want to make some changes; but, you 11 know, I -- the thing that scares me is that this 12 property could then be used in -- for something else 13 along the way and we would have nothing to say about it 14 if it's zoned to commercial. So, my leaning very 15 definitely is keep it the way it is. The current. 16 What we changed the zoning to. That's my leaning right 17 now. 18 CHAIRMAN GUERRA: Anyone else? 19 UNIDENTIFIED FEMALE: I had a question since I 20 missed the discussion. I read the minutes. About this 21 non-conforming use rights and it had lapsed. So, it 22 was --23 CHAIRMAN GUERRA: Right. 24 UNIDENTIFIED FEMALE: -- the SUP that they had 25 gotten before or how did they get the non-conforming --

Page 32 UNIDENTIFIED FEMALE: I don't know. 2 CHAIRMAN GUERRA: I don't know if Christi 3 briefed you on that or not. 4 I don't want to lead you astray, MS. MADISON: but I think the chain of events was that you had your 5 6 master plan, that you came in and the area was zoned 7 B-2. Changed the zoning ordinance in November, 2006 I 8 believe. 9 UNIDENTIFIED MALE: Right. 10 MS. MADISON: The church came in to 11 non-compliance in July, 2007 and it became in compli --12 I mean, they came --13 UNIDENTIFIED MALE: Out of compliance. 14 MS. MADISON: -- out of compliance or 15 whatever --16 UNIDENTIFIED MALE: Six months --17 MS. MADISON: -- because of the fact -- there's 18 two factors, basically, that caused them to go into 19 non-compliance and one is -- and help me here, Frank, 20 if I don't get this right -- but one has to do with the 21 change of the use of the building. If they're a 22 non-conforming use, they are grandfathered as long as 23 they maintain that use or they change ownership. 24 are the two defining factors. If it changes hands, changes ownership, or if the use changes, then they go 25

Page 33 1 into non-compliance and it is revoked. So, they're 2 grandfathered as long as they use that same use or they do not change the ownership. And as I understand it, 4 the ownership changed because they became in default 5 and then a new company owned them. So, that's how they 6 became -- then the new company then had to come back 7 and apply for whatever and by that time the zoning 8 ordinance had been changed. Of course your master plan was done in 2003. So, that would be my answer. 10 UNIDENTIFIED FEMALE: Okay. Thank vou. 11 CHAIRMAN GUERRA: Hal, did you have a question? 12 MR. BURNSIDE: I don't want to belabor the 13 point, but I -- we did hold a lot of discussion 14 about -- about the issue concerning the economic viability of the community and the impact on property 15 that was not taxable and churches being one of those 16 17 categories; and I think everybody understands we are 18 certainly by no means anti-church. We -- as has been 19 stated before, there are many churches within the city. 20 What we felt as a body we needed to do in our capacity 21 as commissioners and making recommendations to the 22 council, that we needed to begin to address the issue 23 of how do we keep the community as economically viable 24 as possible, at the same time allowing for property 25 within the city to be used by churches; and so while

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Page 34
     before, if I'm correct and if I'm not somebody, you
 2
     know, say so, I believe the churches were allowed just
 3
     about anywhere.
              MS. MADISON: That's correct.
 5
             MR. BURNSIDE:
                             And we felt that in certain
 6
     instances, such as right there on Bandera Road.
 7
     mean, to me, that is where you put your business.
 8
     That's where you begin to concentrate your economic
 9
     development resources and the use of property that
10
     prime in an economic corridor for something other than
11
     economic development, I believe in our case, as has
12
     been pointed out, we are land locked. We cannot expand
13
     and bring in. So, we have to really be real careful
14
     about the resources we have and how we use them; and so
15
     we didn't make our decision and our recommendations
16
               It was with a lot of consideration and a lot
     lightly.
17
     of thought and so that's why the recommendation to
18
     locate churches in a B-3 was made.
19
             UNIDENTIFIED FEMALE: It's not just churches,
     if I'm correct. It's anyplace where there is a
20
21
     gathering of people.
22
             UNIDENTIFIED FEMALE:
                                    No.
23
             UNIDENTIFIED FEMALE:
                                    I thought it was.
24
             UNIDENTIFIED MALE: I think -- well, I know we
25
     discussed it as churches. I don't know how --
```

```
Page 35
             UNIDENTIFIED FEMALE: Well, we can't just do
 2
     that against the churches.
 3
             UNIDENTIFIED FEMALE: She's correct.
     intent -- and I don't have all the research in front of
 5
     me, but the intent was that for places of gathering or
 6
     for assembly was in B-3.
             UNIDENTIFIED MALE: Okav. All right.
             UNIDENTIFIED FEMALE:
                                    And that was part of the
     reasoning behind the rezoning.
10
             UNIDENTIFIED FEMALE: Yes.
11
             UNIDENTIFIED FEMALE: I mean that different
12
     zoning.
13
             UNIDENTIFIED MALE:
                                  It's just not churches.
14
             UNIDENTIFIED FEMALE:
                                    It's not just churches
15
     because --
16
             UNIDENTIFIED MALE: It's gatherings.
17
             UNIDENTIFIED FEMALE: -- it's gatherings of
18
     people.
19
             UNIDENTIFIED FEMALE: Assemblyings.
20
             UNIDENTIFIED FEMALE: Yep, yep, yep.
21
             UNIDENTIFIED FEMALE: Or non-commercial --
22
     non-business purposes.
23
             UNIDENTIFIED FEMALE:
                                    Okay.
24
             CHAIRMAN GUERRA: A motion, if there's no
25
     further discussion, unless someone else has something
```

```
Page 36
 1
     else.
 2
                         Well, in zoning case 08-380 we are
             MS. BAIRD:
 3
     now considering, I would move that we recommend to the
     City Council that this request be denied for this
     zoning change and that it remain just as it is now,
     B-2; and it not be changed to B-3 and allow commercial
 7
     anything in there and I believe that that is -- I think
 8
     it will protect and preserve the property rights of --
     of real property owners, of other businesses along that
 9
10
     corridor, as well as residents in that area and I -- I
11
     certainly think -- know that it is consistent and
12
     compatible with the master plan and with the
13
     surrounding zoning and those would be my reasons for
14
     making that recommendation.
15
             UNIDENTIFIED MALE: And I'll second the motion.
16
             CHAIRMAN GUERRA: Okay. We have a motion and a
17
     second for denial of the request. Any further
18
     discussion?
                  Would you please poll the commission.
19
             UNIDENTIFIED FEMALE: Oh, okay. Vice chair
20
     Wendy Phelps?
21
             MS. BAIRD: Opposed.
22
             UNIDENTIFIED FEMALE: Renee Baird?
23
             MS. BAIRD:
                         In favor of my motion.
                                                  Yes.
24
             UNIDENTIFIED FEMALE:
                                    Sorry.
25
             UNIDENTIFIED MALE: That's a negative and we
```

Portion of Leon Valley Zoning & Land Use Commission Meeting

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Page 37
 1
     rarely do that.
 2
             MS. BAIRD: I know. We hardly ever do that.
 3
     Yeah.
             UNIDENTIFIED FEMALE: Rich Braune?
             MR. BRAUNE:
                           T --
             CHAIRMAN GUERRA: In favor or oppose the
 7
     motion?
 8
             MR. BRAUNE:
                           In favor.
 9
             UNIDENTIFIED FEMALE: Olen Yarnell?
10
             MR. YARNELL: I wish we could do it some other
11
     way, but I'm in favor of the motion. I can't -- I
12
     can't go against our master plan.
13
             UNIDENTIFIED FEMALE: Sharon Hendricks?
14
             MS. HENDRICKS: In favor.
15
             UNIDENTIFIED FEMALE: Hal Burnside?
16
             MR. BURNSIDE:
                             In favor.
17
             UNIDENTIFIED FEMALE: Paul Biever?
18
             MR. BIEVER:
                           In favor.
19
             UNIDENTIFIED FEMALE: Motion passes six/one.
20
     Chair, do you also vote?
21
             CHAIRMAN GUERRA: In favor.
22
             UNIDENTIFIED FEMALE:
                                    In favor.
                                               Okay.
23
     Seven/one.
24
             UNIDENTIFIED FEMALE: When does it go before
25
     City Council?
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```
Page 38
              UNIDENTIFIED FEMALE: When does it go?
              CHAIRMAN GUERRA: It will go -- it will be
     forwarded to the City Council at their next meeting of
     March the --
 5
              UNIDENTIFIED FEMALE:
                                      4th.
              CHAIRMAN GUERRA: -- 4th.
               (End of discussion.)
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
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	Page 39
1	THE STATE OF TEXAS *
2	COUNTY OF BEXAR *
3	I, SHAN MORRIS BLANCHARD, Certified Shorthand
4	Reporter, duly commissioned and certified in and for
5	the State of Texas, do hereby certify that the
6	foregoing pages of typewriting were prepared under my
7	direction and contain and constitute a full, true and
8	correct transcript of my shorthand notes as taken from
9	audiotapes provided to me by DANIEL WENTWORTH,
10	purported to be the recording of the requested portion
11	of the Leon Valley Zoning and Land Use Commission
12	Meeting as set out in the title hereto.
13	IN WITNESS WHEREOF, I have hereunto set my
14	hand and affixed my seal on this day
15	of, A.D. 2009.
16	
17	
18	
19	
20	mjc SHAN MORRIS BLANCHARD
	Certified Shorthand Reporter
21	in and for the State of Texas
22	Certificate No. 3863 Exp. Date: 12/31/10
23	EDDIE MORRIS COURT REPORTERS
	Firm Registration No. 74
24	Exp. Date: 12/31/09
25	